CENTRAL INTELLIGENCE AGENCY

INFORMATION REPORT

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COUNTRY	Hungary	REPORT
SUBJECT	Leather Industry	DATE DISTR. 27 April 1953
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	THE SOURCE EVALUATIONS IN T THE APPRAISAL OF CON (FOR KEY SEE	TENT IS TENTATIVE.

Leather Processing Enterprises

- a. The largest leather processing enterprises in Hungary are:
 - Wolfner, Vaci ut Budapest -Ujpest: soles, uppers and tannery; 5,000 to 4,000 employees; largest such enterprise in Hungary.
 - Mauther, Vaci ut Budapest Ujpest: scles, uppers, and tannery; capacity is about one-half of Wolfner.
 - 3) Simontormyal Fried Börgyar, Simontornya: similar to Mautner.
 - 4) Pécsi Borgyan, Pècs: soles, uppers, and tannery: second largest such enterprise in Hungary.
- b. Smaller leather processing enterprises include:
 - 1) Hirsch, Budapest-Ujpest: uppers and tannery; 50 to 100 employees
 - 2) Caillag, Budapest-Ujpest: similar to Hirsch.
 - 5) Szembathelyi Bergyar: approximately 150 employees.
- 2. Production of Reclaimed Leather.
 - a. The former Lasar factory for reclaimed leather flow known as FSvaresi
 BSrhulladel) was moved in 1952 from Dezsefi utoa 15, Budapest, to the
 old city hall building on Esilinsky utoa. It employs approximately
 200 men in two shifts. Seat-covers leather for the Hungarian railroads, Budapest buses and streetoars, also soles, and upper shoe
 leather are its principal products.

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- b. The factory has three sewing machines, three grinders, three cutters, and mixer and one press. Daily production at the end of 1951 was approximately 500 to 600 kg. of soles, 300 to 400 square meters of sprayed leather, and 100 pairs of uppers.
- c. Soles are made from ground leather waste, to which a Latex-type preparation is added. Uppers and seat covers are made from small pieces of leather sewed and glued together, sprayed with a Latex-type preparation, and pressed to give a uniform leather-like surface.
- d. The original formula used by the former Lazar factory in reclaiming leather was based on local raw materials and was known only to the manager. The formula was not given to the new management after nationalization. Latex is now imported from East Germany by the Foreign Trade Office (Milrorgalmic Hivatal) the state trade organization for leather. Latex is not imported in sufficient quantity to insure continuous production because of the lack of foreign currency. Consequently, the factory is often idle.
- e. Leather is stored at the National Leather Wholesale Enterprise (Burnagy-kereskedelmi N.V.) Paulai Ede utca 61, Budapest. Secret depots are in the vicinity of Teleki ter.

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- f. Natural leather is used almost exclusively for army requirements, while civilian shoes are generally made of reclaimed leather. A quantity of natural sole leather is allocated for civilian use during the bad winter months.
- g. Reclaimed upper leather is being made by approximately 50 cooperatives at various localities in Hungary.
- h. Since the nationalization Beszkart, Akacfa utca 9, (the city streetcar and bus company) and Mav (the nationalized rallways) have obtained supplies from the National Leather Wholesale Enterprise.

3. Personalities

Rozsa (fnu), manager of the National Wholesale Leather Enterprise, is not a leather expers,

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b. Janos Vas, manager of the Capital Leather Scrap Reclaiming Works (Förvårosi Börhulladek Feldolgozo Özem) is a former shoemaker

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